

DSJ1&2-PR Exh 570

Produced in Native Format

Segment / Market: Global Governance	Program / Project Name: SOM – Reddwerks Upgrade	Program: US Compliance
Problem Statement/Description: Provide a brief description of the opportunity that this initiative will resolve. The goal of the project is to modify the existing Reddwerks logic to implement calculated store/item combination order thresholds. Any order above the new threshold will generate an order alert. The project also includes the creation of historical order information retention and reporting. This initiative will allow program enhancements to help Walmart avoid DEA enforcement as a result of non-compliance with 21 CFR 1301.74(b).		
Provide a brief Executive Summary listing the goals, objectives, and benefits of this initiative, as well as any additional risks associated with not doing this effort.		
The goal of this project is to design and operate a system to identify "Suspicious Orders" of controlled substances. All suspicious orders must be reported to DEA upon detection. A "Suspicious Order" could include an order of unusual quantity, orders which substantially deviate from a normal pattern and orders of unusual frequency.		
Executive Sponsor: Requester Name: Business Owner: Business Area (s): Formats in scope:		Phyllis Harris Compliance Tim Harris Pharmacy Logistics
Risk of Not Doing Project and Dependencies		
<ul style="list-style-type: none"> List the risks for not doing this effort Risks include potential DEA enforcement, which could include fines, penalties and license forfeiture, as well as failure to secure VAWD reaccreditation.		
<ul style="list-style-type: none"> List all known dependencies Currently, the 3rd party, Reddwerks, products are not level across all Pharmacy DC's. In order to keep the service costs to the vendor associated with this project lower, and to avoid higher maintenance costs by supporting multiple versions, the product needs to be leveled across all DC's with these enhancements. Leveling the product across all Pharmacy DC's will require updated server technology. The hardware cost will not be covered by this project but will be covered from Division 7, Logistics.		
Other Benefits (e.g., Revenue Margin Enhancements, Future Cost Avoidance, Foundational Needs)		
<ul style="list-style-type: none"> List the benefits that will be achieved from completing this initiative; soft and hard benefits. Compliance with Federal law and VAWD accreditation standards.		
Financials		
		NPV
		IRR
		IT Costing
		Capex (\$M)
		Opex (\$M)
		FY15 Cost
		Multiyear Project